(b) and (c) 'Health' being a state subject, it is the responsibility of the State Government to establish hospitals in the States keeping in view their priorities and availability of resources.

Working Results of Public Sector Banks

1632. DR. D. VENKATESHWAR RAO : Will the Minister of FINANCE be pleased to state:

(a) whether R.B.I. has asked all the public sector banks to submit their working results for the year 1995–96 mentioning achievements of capital adequacy norms;

(b) if so, whether all the banks have submitted the information;

(c) if so, the details of the same;

(d) what is the progress of banks capital adequacy; and

(e) what are the suggestions made by the R.B.I. to improve the capital adequacy?

THE MINISTER OF FINANCE AND MINISTER OF COMPANY AFFAIRS (SHRI P. CHIDAMBARAM: (a) Yes, Sir

(b) and (c) Details of the capital adequacy norms achieved by public sector banks as on 31.3.1996 as reported by Reserve Bank of India (RBI) are given in the Statement (*See* below).

(d) Nine public sector banks are expected to show shortfall in the minimum capital adequacy ratio of 8% as on 31.3.1996 as reported by RBI on the basis of the provisional figures furnished by the banks.

(e) Various steps have been taken to strengthen the capital structure of public sector banks to enable them to maintain the prescribed Capital to Risk Weighted Ratio. The measures include the following:—

(i) Government of India has contributed towards the recapitalisation of nationalised banks over the last 5 years.

(ii) Seven public sector banks have been allowed to issue bonds through private placement to augument Tier II Capital.

(iii) Two banks were allowed to issue shares to the public.

(iv) It was impressed on the banks that they should strengthen their credit appraisal machinery and exercis close supervision and control over advances as well as recovery of NPAs to improve their financial position.

Statement

Public Sector Banks	Capital Adequacy Ratio as on 31.3.1996
(1)	(2)
1. State Bank of India	11.60
2. State Bank of Bikaner & Jaipur	9.33
3. State Bank of Hyderabad	9.90
4. State Bank of Indore	8.80
5. State Bank of Mysore	8.81
6. State Bank of Patiala	*
7. State Bank of Saurashtra	12.38
8. State Bank of Travancore	9.40
9. Allahabad Bank	*
10. Andhra Bank	5.07
11. Bank of Baroda	11.20
12. Bank of India	8.40
13. Bank of Maharashtra	8.49
14. Canara Bank	10.38
15. Central Bank of India	2.63
16. Corporation Bank	11.30
17. Dena Bank	8.27
18. Indian Bank	*
19. Indian Overseas Bank	*
20. Oriental Bank of Commerce	16.99
21. Punjab National Bank	*
22. Punjab and Sind Bank	*
23. Syndicate Bank	8.42
24. Union Bank of India	9.50
25. United Bank of India	3.50
26. UCO Bank	*
27. Vijaya Bank	NIL

*Balance Sheet not received.